GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:2722
ANSWERED ON:16.12.2004
IMPLEMENTATION OF RECOMMENDATION OF VTH PAY COMMISSION TO EMPLOYEES OF SICK INDUSTRIES
Singh Shri Chandra Bhushan

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the estimated losses of the 24 Public Sector Undertakings was now Rs.1800 crores;

(b) whether the employees of the loss making companies which had not implementated the Pay Scales recommended by the Fifth Pay Commission were facing hardships not only in terms of lower salaries but also while opting for VRS; and

(c) if so, the details thereof?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI SONTOSH MOHAN DEV)

(a): The estimated losses of 24 Public Sector Enterprises (PSEs), where Government have recently pledged financial support for payment of pending wages/salaries and statutory dues upto 31.7.2004, were Rs.1915 crore in 2003-2004.

(b) and (c): In case of Public Sector Enterprise under Central Dearness Allowance Scheme where Fifth Pay Commission`s recommendations have not been implemented, the Government have allowed to increase the payment of ex-gratia amount admissible under Voluntary Retirement Scheme by 50% computed on their existing pay scales to reduce hardship to VRS optees.